



# Akron Public Schools®

## Monthly Financial Report

Fiscal Year 2022 Revenue and Expenditure Activity Through December

Ryan Pendleton, CFO/Treasurer

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## FISCAL YEAR 2022 REVENUE AND EXPENDITURE ANALYSIS THROUGH

### 1. ACTUAL COMPARED TO FORECAST VARIANCE AND NET FAVORABILITY ANALYSIS

CURRENT YEAR-TO-DATE  
REVENUE COLLECTIONS  
INDICATE A

**\$577,462**

FAVORABLE COMPARED TO  
FORECAST

CURRENT YEAR-TO-DATE  
EXPENDITURES INDICATE A

**\$7,953,159**

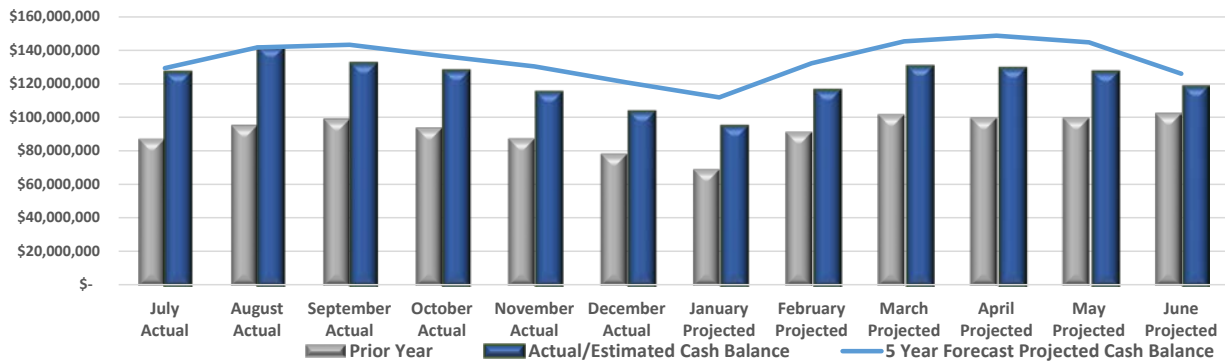
UNFAVORABLE COMPARED TO  
FORECAST

POTENTIAL NET IMPACT  
WOULD RESULT IN A

**\$7,375,696**

UNFAVORABLE IMPACT ON THE  
CASH BALANCE

### 2. VARIANCE AND CASH BALANCE COMPARISON



DECEMBER CASH BALANCE IS

**\$25,425,268**

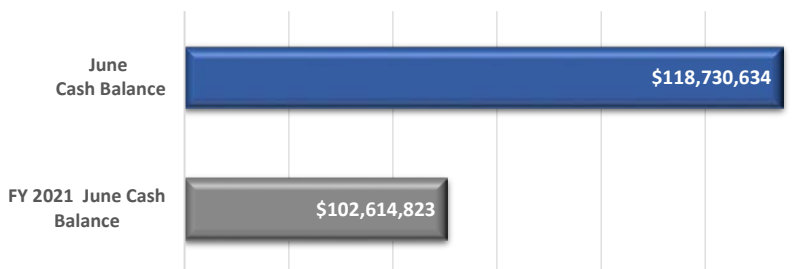
MORE THAN LAST DECEMBER

DECEMBER CASH BALANCE IS

**\$(7,375,696)**

LESS THAN THE FORECASTED  
AMOUNT

### 3. FISCAL YEAR 2022 REVENUE SHORTFALL/SURPLUS ANALYSIS (BASED UPON ACTUAL/ESTIMATED VARIANCE)



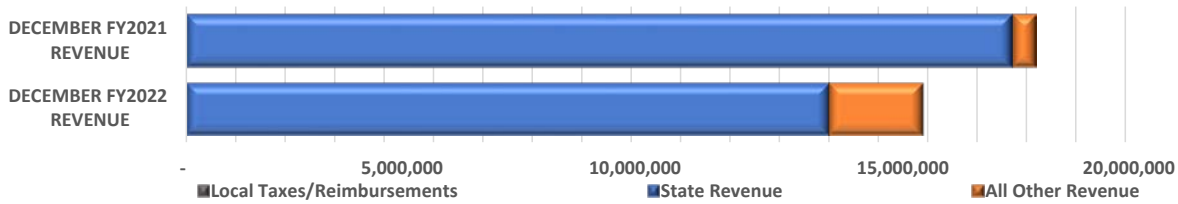
OPERATING SURPLUS OF

**\$16,115,811**

WILL INCREASE THE CASH BALANCE  
BY THE END OF THE FISCAL YEAR

## FISCAL YEAR 2022 MONTHLY REVENUE ANALYSIS - DECEMBER

### 1. DECEMBER REVENUE COLLECTIONS COMPARED TO PRIOR YEAR



	Actual Revenue Collections For December	Prior Year Revenue Collections	Actual Compared to Last Year
Local Taxes/Reimbursements	-	-	-
State Revenue	13,006,242	16,697,249	(3,691,007)
All Other Revenue	1,900,429	486,974	1,413,455
<b>Total Revenue</b>	<b>14,906,671</b>	<b>17,184,222</b>	<b>(2,277,552)</b>

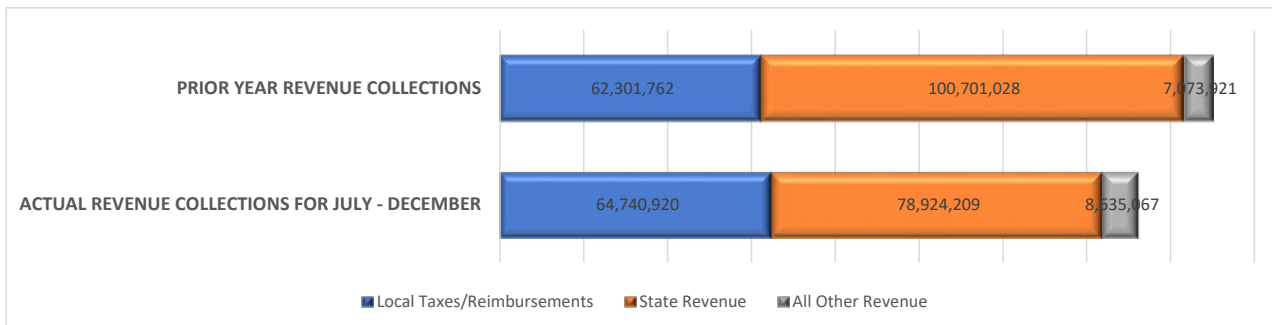
Actual revenue for the month was down

**\$2,277,552**

compared to last year.

As noted in prior months, State Revenue is lower than prior year due to the changes in State Foundation funding. All Other Revenue is higher than prior year due to Payment In Lieu of Taxes payments received in December.

### 2. ACTUAL REVENUE RECEIVED THROUGH DECEMBER COMPARED TO THE PRIOR YEAR



	Actual Revenue Collections For July - December	Prior Year Revenue Collections For July - December	Current Year Compared to Last Year
Local Taxes/Reimbursements	64,740,920	62,301,762	2,439,158
State Revenue	78,924,209	100,701,028	(21,776,818)
All Other Revenue	8,635,067	7,073,921	1,561,146
<b>Total Revenue</b>	<b>152,300,197</b>	<b>170,076,710</b>	<b>(17,776,514)</b>

COMPARED TO THE SAME PERIOD, TOTAL REVENUES ARE

**\$17,776,514**

LOWER THAN THE PREVIOUS YEAR

State Revenue continues to trend lower than prior year due to the impact of the Fair School Funding Plan.

## FISCAL YEAR 2022 REVENUE ANALYSIS - JULY - DECEMBER

### 3. POSSIBLE CASH FLOW VARIANCE FROM FORECAST DUE TO FYTD ACTUAL RESULTS

**CURRENT YEAR-TO-DATE REVENUE  
COLLECTIONS INDICATE A**

**\$577,462**

**FAVORABLE COMPARED TO FORECAST**

	Forecast Annual Revenue Estimates	Cash Flow Actual/Estimated Calculated Annual Amount	Current Year Forecast Compared to Actual/Estimated
Loc. Taxes/Reimbur.	135,318,194	135,318,193	(1)
State Revenue	169,004,552	167,338,258	(1,666,294)
All Other Revenue	9,940,315	12,184,072	2,243,757
Total Revenue	314,263,061	314,840,523	577,462

The district's current cash flow, both actual and estimated indicate a favorable variance of \$577,462

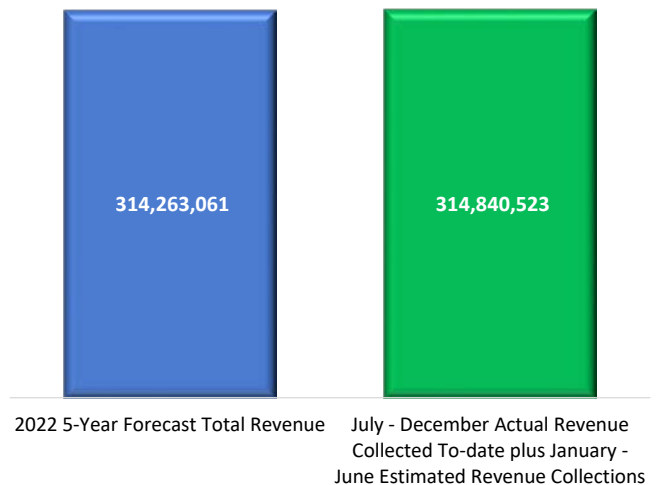
State Revenue is slightly lower than the Forecast due to the timing of the Fair School Funding Plan implementation. In the January report, we will notice a significant change in this as ODE released the updates with the January #1 & #2 Foundation payments.

### 4. REVENUE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through December indicate that Fiscal Year 2022 actual/estimated revenue could total \$314,840,523, a favorable variance of \$577,462 compared to the annual forecast total revenue. This means the forecast cash balance could be improved.

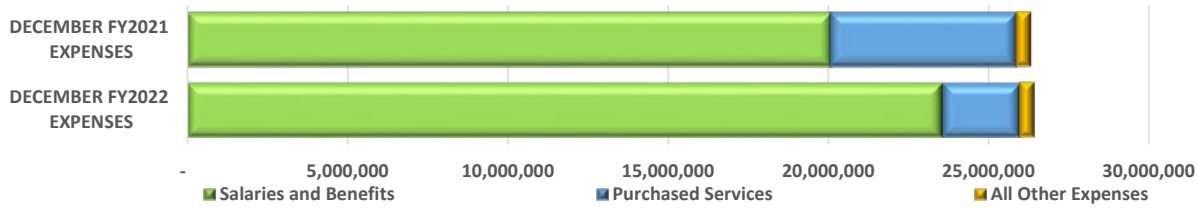
Revenue as a whole is trending very closely with the Forecast and will continue to be monitored as we approach the May Forecast update.

#### Comparison of 5 Year Forecast Total Revenue with Actual + Estimated Monthly Cash Flow



## FISCAL YEAR 2022 MONTHLY EXPENDITURE ANALYSIS - DECEMBER

### 1. DECEMBER EXPENDITURES COMPARED TO PRIOR YEAR

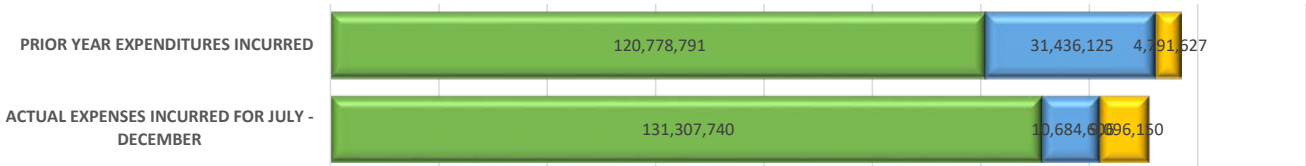


	Actual Expenses For December	Prior Year Expenditure Incurred		Actual Compared to Last Year
Salaries and Benefits	23,542,989	20,047,725	▲	<b>3,495,264</b>
Purchased Services	2,424,108	5,817,823	▼	<b>(3,393,716)</b>
All Other Expenses	459,529	458,315	▲	<b>1,213</b>
<b>Total Expenditures</b>	<b>26,426,625</b>	<b>26,323,864</b>	▲	<b>102,761</b>

Actual expenses for the month was up **\$102,761** compared to last year.

Salaries and Benefits continue to trend higher than prior year due to normal base and step increases. In addition, December was a three-pay month for many employees who work on an hourly basis during the school year.

### 2. ACTUAL EXPENSES INCURRED THROUGH DECEMBER COMPARED TO THE PRIOR YEAR



	Actual Expenses For July - December	Prior Year Expenditures Incurred		Actual Compared to Last Year
Salaries and Benefits	131,307,740	120,778,791	▲	<b>10,528,949</b>
Purchased Services	10,684,606	31,436,125	▼	<b>(20,751,519)</b>
All Other Expenses	9,096,150	4,791,627	▲	<b>4,304,522</b>
<b>Total Expenditures</b>	<b>151,088,496</b>	<b>157,006,543</b>	▼	<b>(5,918,047)</b>

Compared to the same period, total expenditures are **\$5,918,047** lower than the previous year

Purchased Services as a whole are the largest variance from last year due to the new Fair School Funding Plan impacts. This reduction in expenditures is offset by the reduction of revenues, meaning there is no impact on cash balance for the Purchased Service changes in the Foundation funding.

## FISCAL YEAR 2022 EXPENDITURE ANALYSIS - JULY - DECEMBER

### 3. POSSIBLE CASH FLOW VARIANCE FROM FORECAST DUE TO FYTD ACTUAL RESULTS

**CURRENT YEAR-TO-DATE  
EXPENDITURES INDICATE A**

**\$7,953,159**

**UNFAVORABLE COMPARED  
TO FORECAST**

	Forecasted Annual Expenses	Cash Flow Actual/Estimated Calculated Annual Amount	Forecasted amount compared to Actual/Estimated
Salaries and Benefits	250,513,437	255,636,217	▲ 5,122,780
Purchased Services	25,145,148	27,747,755	▲ 2,602,607
All Other Expenses	15,112,969	15,340,741	▲ 227,772
<b>Total Expenditures</b>	<b>290,771,554</b>	<b>298,724,712</b>	<b>▲ 7,953,159</b>

The district's current cash flow, both actual and estimated expenditures indicate a unfavorable variance of \$7,953,159.

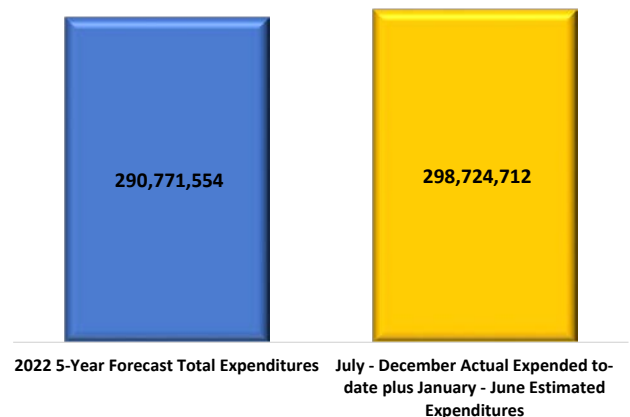
Actual and Estimated expenditures will continue to be evaluated as we approach the May Forecast update.

### 4. EXPENDITURE VARIANCE ANALYSIS OF POTENTIAL IMPACT

Results through December indicate that Fiscal Year 2022 actual/estimated expenditures could total \$298,724,712 which has a unfavorable expenditure variance of \$7,953,159. This means the forecast cash balance could be reduced.

As we have reached the halfway point in fiscal year 2022 and have just passed the submission of the November Five-Year Forecast, we can see that expenditures are trending higher than the forecast. The District will continue to monitor this trend and will report to the Board any significant findings or implications.

Comparison of 5 Year Forecast Total Expenditures with Actual + Estimated Monthly Cash Flow



**AKRON PUBLIC SCHOOLS  
MONTHLY RECONCILIATION  
December 2021**

Book Balance	Bank Balance
<b>Munis Accounting System</b>	<b>Month End Bank Account Balances</b>
Beginning Balance 186,383,896.77	007 - PNC Oma Evans 148,384.01
Plus Receipts 33,984,091.78	008 - HNB Schumacher 103.35
Less Expenditures 42,424,599.91	017 - HNB AP/Payroll/CN 41,994,531.35
Ending Balance <u>177,943,388.64</u>	018 - PNC Building Fund 1,048,493.02
<b>Outstanding Checks &amp; Direct Deposits</b>	021 - HNB FSA Account 268,812.83
017 - HNB Accounts Payable Checks 801,262.48	037 - USBank Construction 33,886,880.01
017 - HNB Virtual Cards 634,284.49	038 - USBank PI Fund 16,133,394.44
017 - HNB Payroll Checks 24,427.08	039 - USBank General Fund 76,418,323.18
017 - HNB Deposit Outstanding on Munis	040 - USBank Benefits Fund 10,605,464.95
<u>1,459,974.05</u>	<u>180,504,387.14</u>
<b>Pending Payroll Deductions</b>	<b>Local Grant/Benefit CD's</b>
Federal/Medicare Withholding -	029 - HNB CD 5,000.00
State Tax -	032 - HNB CD 94,789.73
City Tax -	<u>99,789.73</u>
SERS -	<b>Escrow Accounts</b>
Child Support Payments -	x4897 Mid American Construction - HNB 5,631.90
School District Income Tax -	x2897 Vendrick Construction - HNB -
STRS -	x8540 Hammond Construction - PNC 53.16
AXA -	x8839 Martin Public Seating - PNC 0.13
Valic -	x8841 Penn Ohio Electrical Co - PNC 7.12
ING (Voya) -	x1301 Lockhart Concrete Co - PNC 13.45
MG Trust -	x7489 OSMIC Inc - PNC -
Ameriprise -	x3376 Hammond Construction - PNC 0.74
Lincoln -	x7982 Welty Building Co - PNC 0.12
Ohio Deferred Comp -	x6627 Hammond Construction - PNC 863,148.48
Towpath -	x5262 Hammond Construction - PNC 0.19
<u>-</u>	x7065 Tom Sexton & Assoc - PNC 0.18
<u>-</u>	x7069 Tom Sexton & Assoc - PNC 1.15
	<u>868,856.62</u>
<b>Miscellaneous Book Adjustments</b>	<b>Flex Spending Account</b>
021 - Inventory Allowance (18,079.84)	Prefunded Account 354,075.35
022 - Insurance Accrual 1,526,459.09	Withdrawals (Claims) (48,852.97)
Timing Differences in Accounts Payable (1,443.16)	Settlement Credit -
Timing Differences in Accounts Receivable -	Service Charges <u>305,222.38</u>
HNB Escrow Statement 5,631.90	<b>Miscellaneous Bank Adjustments</b>
PNC Escrow Statement 863,217.20	Petty Cash 1,000.00
Escrow Reconciling Item 7.52	Bank Charges to be Refunded -
<u>2,375,792.71</u>	Outstanding Items (100.47)
	<u>899.53</u>
<b>Adjusted Book Balance</b> \$ 181,779,155.40	<b>Adjusted Bank Balance</b> \$ 181,779,155.40